- (1) Creating in-country compatability with the U.S. standardized equipment, thereby creating Allied capability of supporting deployment of U.S. forces.
- (2) Promoting the standardization of materiel or equipment to integrate and strengthen international military operations in times of emergency or hostilities.
- (3) Encouraging multinational acceptance of strategic and tactical concepts and doctrine through the utilization of common military materiel.
- (4) Encouraging the creation of complementary forces in Allied countries.
- (5) Establishing or broadening the base for common and interchangeable logistics among free or Allied nations.
- (6) Serving to improve procurement, production, contract administration and mutual support capability of friendly Allied nations.
- (c) Co-production is considered to be an important component of the U.S. military foreign sales program and, as such, represents an essential element of U.S. foreign policy. Accordingly, it is DoD policy that initiation of co-production project agreements will be encouraged and supported by all elements of DoD under the following circumstances. When they:
- (1) Advance the objectives outlined in paragraphs (a) and (b) of this section.
- (2) Supplement and reinforce the U.S. FMS program.
- (3) Are in the best interest of the United States.

§ 194.5 Responsibilities and procedures.

- (a) Co-production projects may be initiated by ASD(ISA) or, subject to prior ASD(ISA) approval, by the Military Departments; the Military Assistance Advisory Groups; and by authorized representatives of foreign governments and international organizations.
- (1) The cognizant DoD component will ensure appropriate coordination with ASD(ISA) and furnish technical and negotiating assistance as required.
- (2) After the agreement is signed, the appropriate DoD component will perform necessary managerial and reporting functions.
- (b) In conformance with responsibilities assigned in DoD Directive 5100.27.

- (1) The Assistant Secretary of Defense (International Security Affairs) will:
- (i) Develop and coordinate DoD positions for the negotiation of co-production agreements with foreign governments and international organizations; and
- (ii) Either conduct negotiations for specific agreements, or delegate this responsibility to an appropriate DoD component.
- (2) The Assistant Secretary of Defense (Installations and Logistics) will:
- (i) Assure during coordination of formal agreements, that the materiel to be committed under the co-production project will not adversely affect the U.S. defense supply or production base, or further limit critical materiel; that consideration had been given to the future logistical support of the equipment to be produced; and
- (ii) Monitor and act as OSD coordinator for implementation of co-production projects under formal agreements, in coordination with other elements of the Office of the Secretary of Defense, as required.
- (3) The Office of the General Counsel of the Department of Defense will assure necessary legal clearance, as required, prior to formalization of coproduction project agreements.
- (4) The Assistant Secretary of Defense (Comptroller) will assist the ASD(ISA) and the ASD(I&L) during coordination, as required, of formal coproduction agreements by providing necessary DoD representation and financial guidance with respect to pricing policies for U.S. military services and equipment, cost sharing, and reporting requirements under co-production agreements as they relate to international balance of payments.
- (5) Other OSD organizational elements will assist ASD(I&L), as required, in assuring that the terms and conditions of co-production project agreements are met.

§194.6 Security.

(a) Classified information and materials will be treated as exchanges between those governments involved and will be safeguarded by each government in accordance with existing agreements.

§ 194.7

(b) In addition to adherence to existing security agreements, a security annex or clause will be developed as a part of the co-production agreement which will cover all security factors involved.

$\S 194.7$ Reports required.

(a) A short narrative type report will be submitted to ASD(I&L) by the cognizant DoD component on a quarterly basis covering all formalized co-production projects and agreements including pending agreements with a high potential of being finalized within the next three (3) quarters. The report will briefly state project, project officer, background highlights, current production and status including anticipated and approximate monetary return to the United States, current problem areas (if any) and future major events or milestones. This reporting requirement has been assigned Report Control Symbol DD-I&L (Q)834.

(b) This report will be submitted in triplicate to OASD(I&L) by the close of the last working day of the month following the close of the quarter. The first report under this part will cover the quarter ending March 31, 1968, and be due April 30, 1968. In addition, copies will be forwarded to the appropriate Unified Commands and MAAG's of the countries involved. Further distribution may be prescribed by the Military Department concerned.

§194.8 Effective date and implementation.

This part is effective immediately and encompasses all co-production agreements in effect or pending on the date of this part, and such agreements consummated subsequently.

PART 195—NONDISCRIMINATION IN FEDERALLY ASSISTED PROGRAMS OF THE DEPARTMENT OF **DEFENSE—EFFECTUATION** TITLE VI OF THE CIVIL RIGHTS ACT OF 1964

195.1 Purpose.

195.2 Definitions.

195.3 Application.

195.4 Policy.

195.5 Responsibilities.

- 195.6 Assurances required.
- Compliance information. 195.7 Conduct of investigations
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- 195.9 Procedure for effecting compliance.

195.10 Hearings.

195.11 Decisions and notices.

195.12 Judicial review.

195.13 Effect on other issuances.

195.14 Implementation.

APPENDIX A TO PART 195—PROGRAMS TO WHICH THIS PART APPLIES

AUTHORITY: Sec. 602, 78 Stat. 252; 42 U.S.C. 2000d-1; and the laws referred to in appendix

SOURCE: 29 FR 19291, Dec. 31, 1964, unless otherwise noted. Redesignated at 56 FR 32965, July 18, 1991.

§ 195.1 Purpose.

The purpose of this part is to effectuate the provisions of Title VI of the Civil Rights Act of 1964 (referred to in this part as the "Act") to the end that no person in the United States shall, on the ground of race, color, or national origin, be excluded from participation in, be denied the benefits of, or be otherwise subjected to discrimination under any program or activity receiving Federal financial assistance from any component of the Department of Defense.

§ 195.2 Definitions.

(a) Component means the Office of the Secretary of Defense, a military department or a Defense agency.

(b) Responsible Department means the Secretary of Defense or other official of the Department of Defense or component thereof who by law or by delegation has the principal responsibility within the Department or component for the administration of the law extending such assistance.

(c) The term *United States* means the States of the United States, the District of Columbia, Puerto Rico, the Virgin Islands, American Samoa, Guam, Wake Island, the Canal Zone, and the territories and possessions of the United States, and the term "State" means any one of the foregoing.

(d) The term Federal financial assistance includes:

(1) Grants and loans of Federal funds,

(2) The grant or donation of Federal property and interests in property,

(3) The detail of Federal personnel,